

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 878 - SB 748

March 17, 2011

SUMMARY OF BILL: Requires the Comptroller of the Treasury to report on the status of all local government debt management policies, including the total individual outstanding debt for the most recent audited financial reporting period, to the State and Local Government Committees of the House and Senate by the second Tuesday in March each year.

ESTIMATED FISCAL IMPACT:

**Increase State Expenditures – \$12,000/One-Time
\$7,200/Recurring**

Assumptions:

- According to the Comptroller, existing staff will be used to meet the provisions of this bill.
- According to the Comptroller, a web-based information system to capture data and produce a report will be required. There are funds available within the Comptroller's Office of Management Services to develop such a system. The one-time cost to develop the system is estimated to be \$12,000. The recurring cost to maintain the database is estimated to be \$7,200 each year.
- Developing a web-based information system to report on the status of local debt management within the existing resources of the Comptroller's Office does not eliminate the fiscal impact of performing the new function since a new function that has a cost will reduce the agency's reversion or will require other projects to be delayed.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White".

James W. White, Executive Director

/agl